



**PVI REINSURANCE JOINT-STOCK CORPORATION**  
*(Incorporated in the Socialist Republic of Vietnam )*



**AUDITED FINANCIAL STATEMENTS**  
For the year ended 31 December 2022



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**PVI REINSURANCE JOINT-STOCK CORPORATION**

25<sup>th</sup> floor, PVI Tower, No.01 Pham Van Bach  
Cau Giay District, Hanoi, S.R. Vietnam

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**STATEMENT OF THE BOARD OF MANAGEMENT**

The Board of Management of PVI Reinsurance Joint-Stock Corporation (the "Corporation") presents this report together with the Corporation's financial statements for the year ended 31 December 2022.

**THE BOARDS OF DIRECTORS AND MANAGEMENT**

The members of the Boards of Directors and Management of the Corporation during the year and to the date of this report are as follows:

**Board of Directors**

Mr. Phung Tuan Kien	Chairman (appointed on 24 June 2022)
Mr. Vu Van Thang	Chairman (resigned on 24 June 2022)
Mr. Duong Thanh Danh Francois	Vice President (appointed on 24 June 2022)
Mr. Nguyen Phuc Anh	Member (appointed on 24 June 2022)
Mr. Nguyen Anh Tuan	Member (resigned on 24 June 2022)
Mr. Trinh Anh Tuan	Member (resigned on 24 June 2022)
Mr. Trinh Van Luong	Member
Mr. Tran Duy Cuong	Member

**Board of Management**

Mr. Trinh Anh Tuan	Chief Executive Officer
Ms. Le Thi Thuy	Deputy Chief Executive Officer
Mr. Nguyen Hong Long	Deputy Chief Executive Officer
Mr. Phan Trinh Quoc Kien	Deputy Chief Executive Officer (resigned on 01 April 2022)
Mr. Nguyen Anh Hung	Deputy Chief Executive Officer (appointed on 01 April 2022)
Mr. Ngo Thanh Hai	Chief Accountant

**PVI REINSURANCE JOINT-STOCK CORPORATION**

25<sup>th</sup> floor, PVI Tower, No.01 Pham Van Bach  
Cau Giay District, Hanoi, S.R. Vietnam

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**STATEMENT OF THE BOARD OF MANAGEMENT (Continued)**

**BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY**

The Board of Management of the Corporation is responsible for preparing the financial statements, which give a true and fair view of the financial position of the Corporation as at 31 December 2022, and of its financial performance and its cash flows for the year then ended in accordance with Vietnamese accounting standards, accounting regime applicable to Vietnamese insurance enterprises and legal regulations relating to financial reporting. In preparing these financial statements, the Board of Management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the financial statements so as to minimize errors and frauds.

The Board of Management of the Corporation is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Corporation and that the financial statements comply with Vietnamese accounting standards, accounting regime applicable to Vietnamese insurance enterprises and legal regulations relating to financial reporting. The Board of Management is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of Management confirms that the Corporation has complied with the above requirements in preparing these financial statements.

For and on behalf of the Board of Management,



**Trình Anh Tuan**  
**Chief Executive Officer**

*Hanoi, 20 February 2023*

No.: 0469 /VN1A-HN-BC

## INDEPENDENT AUDITORS' REPORT

**To: The Shareholders  
The Boards of Directors and Management  
PVI Reinsurance Joint-Stock Corporation**

We have audited the accompanying financial statements of PVI Reinsurance Joint-Stock Corporation (the "Corporation"), prepared on 20 February 2023 as set out from page 05 to page 36, which comprise the balance sheet as at 31 December 2022, the statement of income, the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### ***Board of Management's Responsibility for the Financial Statements***

The Board of Management is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese accounting standards, accounting regime applicable to Vietnamese insurance enterprises and legal regulations relating to financial reporting and for such internal control as the Board of Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Corporation's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## INDEPENDENT AUDITORS' REPORT (Continued)

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Corporation as at 31 December 2022 and its financial performance and its cash flows for the year then ended in accordance with Vietnamese accounting standards, accounting regime applicable to Vietnamese insurance enterprises and legal regulations relating to financial reporting.



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**Pham Hoai Nam**  
**Deputy General Director**  
Audit Practising Registration Certificate  
No. 0042-2023-001-1

**DELOITTE VIETNAM AUDIT COMPANY LIMITED**

20 February 2023  
Hanoi, S.R. Vietnam

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**Mai Thi Thuy Loan**  
**Auditor**  
Audit Practising Registration Certificate  
No. 3837-2021-001-1

**BALANCE SHEET**  
 As at 31 December 2022

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
<b>A. CURRENT ASSETS</b> (100=110+120+130+150+190)	<b>100</b>		<b>5,125,357,233,075</b>	<b>4,253,525,286,193</b>
<b>I. Cash</b>	<b>110</b>	<b>4</b>	<b>601,499,861,209</b>	<b>37,995,524,279</b>
1. Cash	111		601,276,925,892	37,995,524,279
2. Cash in transit	113		222,935,317	-
<b>II. Short-term financial investments</b>	<b>120</b>	<b>5</b>	<b>1,329,472,480,000</b>	<b>1,219,628,504,499</b>
1. Short-term investments	121		1,329,472,480,000	1,219,628,504,499
<b>III. Short-term receivables</b>	<b>130</b>		<b>493,969,658,338</b>	<b>417,008,124,001</b>
1. Trade accounts receivable	131	6	500,010,645,276	420,795,181,753
1.1. Receivables of insurance contracts	131.1		459,264,548,182	358,615,337,133
1.2. Other trade accounts receivable	131.2		40,746,097,094	62,179,844,620
2. Other short-term receivables	135		434,042,275	915,205,280
3. Provision for short-term doubtful debts	139	7	(6,475,029,213)	(4,702,263,032)
<b>IV. Other current assets</b>	<b>150</b>		<b>371,883,394,432</b>	<b>203,296,046,069</b>
1. Short-term prepaid expenses	151	8	371,883,394,432	203,296,046,069
1.1. Unallocated commission expenses	151.1		371,763,891,853	203,013,143,158
1.2. Other short-term prepaid expenses	151.2		119,502,579	282,902,911
<b>V. Reinsurance assets</b>	<b>190</b>	<b>15</b>	<b>2,328,531,839,096</b>	<b>2,375,597,087,345</b>
1. Unearned premium reserve for outward reinsurance	191		579,276,826,818	455,434,180,580
2. Claim reserve for outward reinsurance	192		1,749,255,012,278	1,920,162,906,765
<b>B. NON-CURRENT ASSETS</b> (200=210+220+250+260)	<b>200</b>		<b>816,222,263,520</b>	<b>774,642,581,594</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>8,000,000,000</b>	<b>8,000,000,000</b>
1. Other long-term receivables	218		8,000,000,000	8,000,000,000
1.1. Insurance deposits	218.1		8,000,000,000	8,000,000,000
<b>II. Fixed assets</b>	<b>220</b>		<b>4,244,201,393</b>	<b>679,071,234</b>
1. Tangible fixed assets	221	9	3,398,248,711	353,430,135
Cost	222		9,748,665,693	6,299,939,385
Accumulated depreciation	223		(6,350,416,982)	(5,946,509,250)
2. Intangible assets	227	10	845,952,682	325,641,099
Cost	228		24,747,266,000	23,908,313,000
Accumulated amortization	229		(23,901,313,318)	(23,582,671,901)
<b>III. Long-term financial investments</b>	<b>250</b>	<b>5</b>	<b>773,545,450,000</b>	<b>743,915,650,000</b>
1. Other long-term investments	258		773,545,450,000	743,915,650,000
<b>IV. Other non-current assets</b>	<b>260</b>		<b>30,432,612,127</b>	<b>22,047,860,360</b>
1. Long-term prepaid expenses	261	8	30,432,612,127	22,047,860,360
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>		<b>5,941,579,496,595</b>	<b>5,028,167,867,787</b>

The accompanying notes are an integral part of these financial statements

**BALANCE SHEET (Continued)**  
 As at 31 December 2022

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
<b>A. LIABILITIES (300=310)</b>	<b>300</b>		<b>5,017,845,659,465</b>	<b>4,133,325,668,142</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>5,017,845,659,465</b>	<b>4,133,325,668,142</b>
1. Trade accounts payable	312	11	614,647,237,867	632,978,232,297
1.1 Payables of insurance contracts	312.1		585,093,899,382	597,251,931,058
1.2. Other trade accounts payable	312.2		29,553,338,485	35,726,301,239
2. Taxes and amounts payable to the State budget	314	12	18,110,351,715	16,801,577,870
3. Payables to employees	315		10,366,830,868	22,737,642,700
4. Other current payables	319	13	730,017,352,908	100,862,100,626
4.1. Unearned commission income	319.1		127,944,214,714	96,489,804,916
4.2. Other payables	319.2		602,073,138,194	4,372,295,710
5. Bonus and welfare funds	323		5,161,195,907	5,385,004,900
6. Under-writing reserves	329		3,639,542,690,200	3,354,561,109,749
6.1. Unearned premium reserves for inward reinsurance	329.1	14	1,187,085,767,903	796,219,120,133
6.2. Claim reserves for inward reinsurance	329.2	14	2,291,366,751,963	2,433,029,015,249
6.3. Catastrophe reserve	329.3	14	161,090,170,334	125,312,974,367
<b>B. EQUITY (400=410)</b>	<b>400</b>		<b>923,733,837,130</b>	<b>894,842,199,645</b>
<b>I. Owners' equity</b>	<b>410</b>	<b>15</b>	<b>923,733,837,130</b>	<b>894,842,199,645</b>
1. Owners' contributed capital	411		728,000,000,000	728,000,000,000
2. Compulsory reserve fund	419		61,931,718,308	54,366,308,787
3. Retained earnings	421		133,802,118,822	112,475,890,858
<b>TOTAL RESOURCES (440 = 300+400)</b>	<b>440</b>		<b>5,941,579,496,595</b>	<b>5,028,167,867,787</b>

**OFF-BALANCE SHEET ITEMS**

ITEMS	Unit	Closing balance	Opening balance
1. Foreign currencies:			
United States Dollar	USD	334,232	649,532
British Pound	GBP	224	6,637
Euro	EUR	11,862	4,754

  
 Tran Thi Thuy Nhung  
 Preparer

  
 Ngo Thanh Hai  
 Chief Accountant

  
 Trinh Anh Tuan  
 Chief Executive Officer

Hanoi, 20 February 2023



**INCOME STATEMENT**  
*For the year ended 31 December 2022*

**PART I: GENERAL INCOME STATEMENT**

*Unit: VND*

<b>ITEMS</b>	<b>Codes</b>	<b>Current year</b>	<b>Prior year</b>
1. Net revenue from insurance activities	10	1,199,428,178,827	850,981,543,380
2. Financial income	12	183,581,687,731	154,876,564,617
3. Other income	13	-	440,000,000
4. Total expenses for insurance activities	20	1,118,326,593,772	757,417,557,333
5. Financial expenses	22	38,771,122,503	27,159,155,065
6. General and administration expenses	23	35,631,294,058	39,074,572,899
7. Other expenses	24	-	47,437,439
<b>8. Total accounting profit before tax</b> <b>(50 = 10+12+13-20-22-23-24)</b>	<b>50</b>	<b>190,280,856,225</b>	<b>182,599,385,261</b>
9. Current corporate income tax expense	51	37,620,184,834	36,818,707,115
<b>10. Net profit after corporate income tax</b> <b>(60=50-51)</b>	<b>60</b>	<b>152,660,671,391</b>	<b>145,780,678,146</b>
<b>11. Basic earnings per share</b>	<b>70</b>	<b>2,007</b>	<b>1,842</b>

**INCOME STATEMENT (Continued)**  
 For the year ended 31 December 2022

**PART II: INCOME STATEMENT BY ACTIVITY**

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
<b>1. Insurance premium (01 = 01.2-01.3)</b>	<b>01</b>	<b>17</b>	<b>2,053,277,129,546</b>	<b>1,570,511,351,242</b>
- Inward reinsurance premium	01.2		2,444,143,777,316	1,630,119,137,248
- Increase in unearned premium reserve for inward reinsurance	01.3		390,866,647,770	59,607,786,006
<b>2. Outward reinsurance premium (02 = 02.1-02.2)</b>	<b>02</b>	<b>18</b>	<b>1,127,727,932,161</b>	<b>960,697,652,200</b>
- Outward reinsurance premium	02.1		1,251,570,578,399	972,716,633,517
- Increase in unearned premium reserve for outward reinsurance	02.2		123,842,646,238	12,018,981,317
<b>3. Net insurance premium (03 = 01-02)</b>	<b>03</b>		<b>925,549,197,385</b>	<b>609,813,699,042</b>
<b>4. Commission income from outward reinsurance and other income from insurance activities (04=04.1+04.2)</b>	<b>04</b>		<b>273,878,981,442</b>	<b>241,167,844,338</b>
- Commission income from outward reinsurance	04.1		246,078,951,220	222,434,144,595
- Other income from insurance activities	04.2		27,800,030,222	18,733,699,743
<b>5. Net revenue from insurance activities (10=03+04)</b>	<b>10</b>		<b>1,199,428,178,827</b>	<b>850,981,543,380</b>
6. Claim settlement expenses	11		937,436,986,841	825,525,728,022
7. Claim receipts from ceded policies	12		560,436,291,722	625,948,058,350
8. (Decrease)/Increase in claim reserve for inward reinsurance	13		(141,662,263,286)	365,751,475,406
9. (Decrease)/Increase in claim reserve for outward reinsurance	14		(170,907,894,487)	317,672,585,707
<b>10. Total insurance claim settlement expenses (15=11-12+13-14)</b>	<b>15</b>	<b>19</b>	<b>406,246,326,320</b>	<b>247,656,559,371</b>
11. Increase in catastrophe reserve	16		35,777,195,967	19,722,075,112
<b>12. Other expenses for insurance activities (17=17.1+17.2)</b>	<b>17</b>	<b>20</b>	<b>676,303,071,485</b>	<b>490,038,922,850</b>
- Insurance commission expenses	17.1		588,278,957,891	414,737,005,980
- Other expenses for insurance activities	17.2		88,024,113,594	75,301,916,870
<b>13. Total expenses for insurance activities (18=15+16+17)</b>	<b>18</b>		<b>1,118,326,593,772</b>	<b>757,417,557,333</b>
<b>14. Gross profit from insurance activities (19=10-18)</b>	<b>19</b>		<b>81,101,585,055</b>	<b>93,563,986,047</b>

The accompanying notes are an integral part of these financial statements

**INCOME STATEMENT (Continued)**  
 For the year ended 31 December 2022

**PART II: INCOME STATEMENT BY ACTIVITY (Continued)**

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
15. Financial income	23	21	183,581,687,731	154,876,564,617
16. Financial expenses	24	22	38,771,122,503	27,159,155,065
<b>17. Gross profit from financial activities (25=23-24)</b>	<b>25</b>		<b>144,810,565,228</b>	<b>127,717,409,552</b>
18. General and administration expenses	26	23	35,631,294,058	39,074,572,899
<b>19. Net profit from operating activities (30=19+25-26)</b>	<b>30</b>		<b>190,280,856,225</b>	<b>182,206,822,700</b>
20. Other income	31		-	440,000,000
21. Other expenses	32		-	47,437,439
<b>22. Profit from other activities (40=31-32)</b>	<b>40</b>		<b>-</b>	<b>392,562,561</b>
<b>23. Accounting profit before tax (50=30+40)</b>	<b>50</b>		<b>190,280,856,225</b>	<b>182,599,385,261</b>
24. Current corporate income tax expense	51	25	37,620,184,834	36,818,707,115
<b>25. Profit after corporate income tax (60=50-51)</b>	<b>60</b>		<b>152,660,671,391</b>	<b>145,780,678,146</b>
26. Basic earnings per share	70	26	2,007	1,842



**Tran Thi Thuy Nhung**  
Preparer



**Ngo Thanh Hai**  
Chief Accountant



**Trinh Anh Tuan**  
Chief Executive Officer

Hanoi, 20 February 2023

**CASH FLOW STATEMENT (INDIRECT METHOD)**  
 For the year ended 31 December 2022

Unit: VND

ITEMS	Codes	Current year	Prior year
<b>I. Cash flows from operating activities</b>			
1. Receipts from insurance premium, commissions and claims	01	815,736,756,196	845,095,333,377
2. Receipts from deducted expenses	03	1,372,592,116	2,000,895,438
3. Receipts from other operating activities	12	1,289,000,000	-
4. Payments for claim settlements	05	(157,232,238,873)	(126,219,539,819)
5. Payments for insurance premium, commissions and other insurance activities	06	(440,723,818,163)	(365,675,305,874)
6. Payments to suppliers for goods and services	07	(55,845,552,430)	(30,924,160,142)
7. Payments to employees	08	(43,848,373,592)	(40,996,966,388)
8. Interest paid	04	(2,755,126,658)	-
9. Payments for taxes and obligations to the State budget	09	(49,950,399,468)	(46,046,437,549)
10. Payments for other payables	10	(4,410,301,000)	(4,912,010,833)
11. Advances to employees and suppliers	11	(5,362,652,636)	(8,243,373,880)
<b>Net cash generated by operating activities</b>	<b>20</b>	<b>58,269,885,492</b>	<b>224,078,434,330</b>
<b>II. Cash flows from investing activities</b>			
1. Receipts from investments in other entities	21	1,350,255,824,497	1,079,959,000,000
2. Receipts from interest on other investments	22	174,420,695,130	138,244,476,553
3. Receipts from disposals of fixed assets	23	-	484,000,000
4. Investments in other entities	24	(1,490,102,280,000)	(1,279,155,424,500)
5. Acquisition of fixed assets	25	(3,339,338,308)	(160,390,000)
<b>Net cash generated by/(used in) investing activities</b>	<b>30</b>	<b>31,234,901,319</b>	<b>(60,628,337,947)</b>
<b>III. Cash flows from financing activities</b>			
1. Proceeds from borrowings	31	121,667,265,940	-
2. Receipt from the owners' capital contribution	32	588,487,320,000	-
3. Repayment of borrowings	34	(121,667,265,940)	-
4. Profit, dividend paid to the Owners	36	(114,993,037,155)	(179,671,959,375)
<b>Net cash increase/(used in) financing activities</b>	<b>40</b>	<b>473,494,282,845</b>	<b>(179,671,959,375)</b>
<b>Net (decrease) in cash (50=20+30+40)</b>	<b>50</b>	<b>562,999,069,656</b>	<b>(16,221,862,992)</b>
<b>Cash at the beginning of the year</b>	<b>60</b>	<b>37,995,524,279</b>	<b>54,685,820,990</b>
Effects of changes in foreign exchange rates	61	505,267,274	(468,433,719)
<b>Cash at the end of the year (70=50+60+61)</b>	<b>70</b>	<b>601,499,861,209</b>	<b>37,995,524,279</b>

**Tran Thi Thuy Nhung**  
Preparer

**Ngo Thanh Hai**  
Chief Accountant

**Trinh Anh Tuan**  
Chief Executive Officer

Hanoi, 14 February 2023

The accompanying notes are an integral part of these financial statements

## **NOTES TO THE FINANCIAL STATEMENTS**

*These notes are an integral part of and should be read in conjunction with the accompanying financial statements*

### **1. GENERAL INFORMATION**

#### **Structure of ownership**

PVI Reinsurance Joint-Stock Corporation (the "Corporation") which was transformed from PVI Reinsurance Company, was established and operated under Licence No. 66GP/KDBH dated 20 July 2011 issued by the Ministry of Finance.

Under the Establishment and Operation Licence No. 86GP/KDBH issued by the Ministry of Finance on 01 October 2013, PVI Reinsurance Company has officially operated as a joint stock company under the name PVI Reinsurance Joint-Stock Corporation. Under the Amended Licence No. 86/GPDC1/KDBH issued by the Ministry of Finance on 21 September 2018 and the amended License No. 86/GPDC3/KDBH issued by the Ministry of Finance on 15 September 2022, the charter capital of the Corporation is VND 728,000,000,000.

Since 24 December 2020, all 72,800,000 shares of the Corporation were listed on Hanoi Stock Exchange (stock code: PRE).

The Parent Company of the Corporation is PVI Holdings, which was formerly known as PetroVietnam Insurance Joint Stock Corporation.

The amount of capital actually contributed by the shareholders of the Corporation as at 31 December 2022 was as follows:

	<b>Actual contribution as at the end of the year</b>		<b>Actual contribution as at the beginning of the year</b>	
	<b>VND</b>	<b>Ratio</b>	<b>VND</b>	<b>Ratio</b>
PVI Holdings	532,268,250,000	73.11%	532,268,250,000	73.11%
Other shareholders	195,731,750,000	26.89%	195,731,750,000	26.89%
	<b>728,000,000,000</b>	<b>100%</b>	<b>728,000,000,000</b>	<b>100%</b>

The total number of the Corporation's employees as at 31 December 2022 was 39 (31 December 2021: 42).

#### **Operating industry and principal activities**

The Corporation's operating industry and principal activities include:

- Reinsurance business;
- Financial investment business; and
- Insurance ancillary services.

#### **Disclosure of information comparability in the financial statements**

Comparative figures are the figures of the Corporation's audited financial statements for the year ended 31 December 2021.

**2. ACCOUNTING CONVENTION AND FINANCIAL YEAR**

**Accounting convention**

The accompanying financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese accounting standards, accounting regime applicable to Vietnamese insurance enterprises and legal regulations relating to financial reporting.

The accompanying financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

**Financial year**

The Corporation's financial year begins on 01 January and ends on 31 December.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies, which have been adopted by the Corporation in the preparation of these financial statements, are as follows:

**Estimates**

The preparation of financial statements in conformity with Vietnamese accounting standards, accounting regime applicable to Vietnamese insurance enterprises and legal regulations relating to financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial year. Although these accounting estimates are based on the Board of Management's best knowledge, actual results may differ from those estimates.

**Financial instruments**

***Initial recognition***

***Financial assets***

At the date of initial recognition, financial assets are recognized at cost plus transaction costs that are directly attributable to the acquisition of the financial assets.

Financial assets of the Corporation comprise cash, trade receivables, other receivables and short-term and long-term financial investments.

The fair value of cash and cash equivalents is the carrying amount. The fair value of receivables is equal to cost less provision for doubtful debts.

The fair value is determined as follows:

- The fair value of long-term investments is determined using the net asset value method based on the financial statements of the investee and related information collected by the Corporation at the time of the financial statements.
- The fair value of the bonds is determined at their carrying amount as their interest rates fluctuate according to market interest rates.
- The fair value of short-term entrusted investment including entrusted bond investments is determined at book value as their interest rates fluctuate according to market interest rates.



*Financial liabilities*

At the date of initial recognition, financial liabilities are recognized at cost plus transaction costs that are directly attributable to the issue of the financial liabilities.

Financial liabilities of the Corporation comprise trade payables and other payables.

***Subsequent measurement after initial recognition***

Currently, there are no requirements for the subsequent measurement of the financial instruments after initial recognition.

**Cash**

Cash comprise cash on hand, bank demand deposits, cash in transit and deposit at escrow account.

**Financial investments**

***Held-to-maturity investments***

Held-to-maturity investments comprise investments that the Corporation has the positive intent or ability to hold to maturity, including term deposits at banks, bond investments, entrusted investment in bonds whose maturity date is agreed with asset management company under entrusted investment contract.

Held-to-maturity investments are measured at cost less provision for impairment of investments.

Provision for doubtful impairment of held-to-maturity investments is made in accordance with current accounting regulations.

Interest income from term deposits at banks, bonds and bond entrusted investment is recognised in the income statement on an accrual basis.

***Equity investments in other entities***

Equity investments in other entities represent the Corporation's investments in ordinary shares of the entities over which the Corporation has no control, joint control or significant influence.

Equity investments in other entities are carried in the balance sheet at cost less provision for impairment of long-term investments (if any).

**Receivables**

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts. Provision for doubtful debts is made under prevailing regulations.

**Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

	<u>Years</u>
Motor vehicles	6
Office equipment	3 - 5

#### **Intangible assets and amortisation**

Intangible assets are stated at cost less accumulated amortisation.

Intangible assets represent accounting software, management software, and copyrights of other software (collectively referred to as "computer software"). Computer software is amortized using the straight-line method over the estimated useful lives.

#### **Prepaid expenses**

Prepaid expenses include commission expenses for inward reinsurance; cost of tools, supplies issued for consumption; office rental expenses and other expenses which are expected to provide future economic benefits to the Corporation. These are actual costs related to the operating results of several accounting periods and allocated in the prepaid period or throughout the period in which corresponding economic benefits are generated from these expenses.

Accounting policies for commission expenses for inward reinsurance are presented in accounting policy for "Expenditure recognition".

#### **Insurance deposits**

The Corporation is obliged to pay a deposit equal to 2% of the legal capital, the deposit shall bear interest in accordance with the agreement reached with the bank into which it is paid and the Corporation may withdraw the whole amount of their deposit upon termination of its operation. The Corporation may only use its insurance deposit to meet undertakings to purchasers of insurance when its solvency is inadequate and upon written approval of the Ministry of Finance.

#### **Foreign currencies**

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates of commercial bank where the Corporation usually transacts on the same date. Exchange differences arising from the translation of these accounts are recognised in the income statement.

#### **Provisions (excluding underwriting reserves)**

Provisions are recognised when the Corporation has a present obligation as a result of a past event, and it is probable that the Corporation will be required to settle that obligation. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the balance sheet date.

#### **Underwriting reserves**

The Corporation has applied the method of making unearned premium reserve and the method of making claim reserve for incurred but not reported (IBNR) losses under approval of the Ministry of Finance in Official Letter No. 14427/BTC-QLBH dated 20 November 2018. Accordingly:



***Underwriting reserves for non-life insurance***

**Unearned premium reserve:**

- *Reinsurance agreements with terms of less than or equal to 01 year*

With regard to insurance for cargo transport: Unearned premium reserve for inward reinsurance is made at 25% of the inward reinsurance premium less the deductions, unearned premium reserve for outward reinsurance is made at 50% of the outward reinsurance premium.

With regard to other types of insurance: Unearned premium reserve for inward reinsurance is made at 25% of the inward reinsurance premium, unearned premium reserve for outward reinsurance is made at 50% of the outward reinsurance premium.

- *Reinsurance agreements with terms of more than 01 year*

Unearned premium reserves for inward reinsurance and outward reinsurance are made by a factor of period of direct policies: 1/8 method.

**Claim reserve:**

For losses incurred and reported, the Corporation provides for claim reserves for inward reinsurance and outward reinsurance using the statistic of retention liabilities for each estimated loss incurred and reported.

For incurred but not reported (IBNR) losses, the Corporation makes claim reserve for inward reinsurance at the rate of 5% of the inward reinsurance premium for each insurance transaction, claim reserve for outward reinsurance at the rate of 5% of the outward reinsurance premium for each insurance transaction.

**Catastrophe reserve:**

In accordance with Vietnamese Accounting Standard No. 19 "Insurance Contract", reserve to cover the losses in the future of which the claims are not incurred and do not exist at the balance sheet date (including catastrophe reserve) is deemed unnecessary. However, following regulations of the Ministry of Finance, the Corporation's catastrophe reserve for all types of insurance services were consistently provided at 3% of the premium retained in the year. The catastrophe reserve is made until this reserve is equal to 100% of the premium retained in the year of the Corporation.

***Underwriting reserves for health insurance***

**Mathematical reserve**

Mathematical reserve applied to health reinsurance agreements with terms of more than 01 year is calculated as follows:

- Regarding health reinsurance agreements which only cover death or total permanent disability: mathematical reserve is made on daily basis based on gross premium.
- For other health reinsurance agreements: The reserves are made in line with 1/8 method based on gross premium.

**Unearned premium reserve:**

Regarding health reinsurance agreements with terms of less than or equal to 01 year, unearned premium reserve is made at 50% of the gross premium.

Claim reserve:

For losses incurred and reported, the Corporation provides for claim reserves for inward reinsurance and outward reinsurance using the statistic of retention liabilities for each estimated loss incurred and reported.

For incurred but not reported (IBNR) losses, the Corporation makes claim reserve for inward reinsurance at the rate of 5% of the inward reinsurance premium for each insurance transaction, claim reserve for outward reinsurance at the rate of 5% of the outward reinsurance premium for each insurance transaction.

Equalization reserve:

This reserve is made at the rate of 3% of the premium retained in the year and is recorded in the balance sheet under catastrophe reserve item.

Reserves for outward reinsurance is not offset against reserves for inward reinsurance. Such reserves should be presented under separate items in the balance sheet. Accordingly, unearned premium reserve and claim reserve for inward reinsurance and catastrophe reserves are recognized as payables while unearned premium reserve for outward reinsurance and claim reserve for outward reinsurance are recognized as reinsurance assets.

**Enterprise funds**

The compulsory reserve fund is made at the rate of 5% of the Corporation's profit after tax until it is equal to 10% of the Corporation's charter capital.

**Revenue recognition**

***Reinsurance premium***

Inward reinsurance premium is recorded when the liability is incurred at the amount stated on the reinsurers' statement sent to the Corporation and confirmed by the Corporation.

Outward reinsurance premium is recorded at the premium amount to be ceded to the reinsurers, corresponding to the inward reinsurance premium earned in the year.

Commission income and other incomes from reinsurance activities are recorded on accrual basis. In the year, the entire commission income from outward reinsurance under outward reinsurance contracts signed in accordance with regulations of the financial regime is presented in the "Commission income from outward reinsurance" item.

At the year-end, the Corporation should determine unearned commission income from outward reinsurance corresponding to outward reinsurance premium not yet recognized this year so as to allocate such commission income to the subsequent financial years in accordance with the provisioning method above.

***Other revenue***

Revenue from interest on bank deposits and bond investments is recognised on accrual basis.

Other revenue is recognised when the Corporation's right to receive payment has been established.

Revenue from providing insurance ancillary services is recognised when the completion of services can be measured reliably. Time to recognise revenue is the time when service provision is completed. At the reporting date, revenue is recognised on the basis of the work completed.

**Expenditure recognition**

Claim settlement expenses for inward reinsurance are recorded as incurred following the statement of accounts the reinsurers sent to the Corporation and when the claim is accepted by the Corporation.

Claim receipts from ceded policies are recognized based on the receivable amount incurred corresponding to the claim settlement expenses recorded in the year and the ceded ratios.

Commission expenses for inward reinsurance are recognized corresponding to inward reinsurance premium incurred in the year. In the year, the entire commission expenses for inward reinsurance under inward reinsurance contracts signed in accordance with regulations of the financial regime are presented in the "Commission expenses for inward reinsurance" item.

At the year end, the Corporation should determine commission expenses for inward reinsurance which have not been recognized as expenses for the year yet corresponding to unearned inward reinsurance premium so as to allocate such commission expenses to the subsequent financial years in accordance with the provisioning method above.

Other expenses are recognized when incurred.

**Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Corporation intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

4. CASH

	Closing balance	Opening balance
	VND	VND
Cash on hand	177,462,444	177,462,444
Bank demand deposits	12,612,143,448	37,818,061,835
Cash in transit	222,935,317	-
Deposit at escrow account to receive contributed capital (i)	588,487,320,000	-
	<u>601,499,861,209</u>	<u>37,995,524,279</u>

- (i) Represents the amount paid by PVI Holdings - the parent company to the escrow account to receive capital contribution at Southeast Asia Commercial Joint Stock Bank - Dai An branch to buy additional issued shares of the Corporation (Note 13).

5. FINANCIAL INVESTMENTS

	Closing balance			Opening balance		
	Cost	Fair value	Provision	Cost	Fair value	Provision
	VND	VND	VND	VND	VND	VND
<b>Held-to-maturity investments</b>	<b>1,524,472,480,000</b>	<b>1,524,472,480,000</b>	-	<b>1,484,998,704,499</b>	<b>1,484,998,704,499</b>	-
<b>Short-term</b>	<b>1,329,472,480,000</b>	<b>1,329,472,480,000</b>	-	<b>1,219,628,504,499</b>	<b>1,219,628,504,499</b>	-
- Short-term deposits (i)	1,105,959,000,000	1,105,959,000,000	-	1,098,591,800,000	1,098,591,800,000	-
- Short-term entrusted investment (ii)	123,510,480,000	123,510,480,000	-	121,036,704,499	121,036,704,499	-
- Bonds (iii)	100,003,000,000	100,003,000,000	-	-	-	-
<b>Long-term</b>	<b>195,000,000,000</b>	<b>195,000,000,000</b>	-	<b>265,370,200,000</b>	<b>265,370,200,000</b>	-
- Bonds (iii)	-	-	-	100,003,000,000	100,003,000,000	-
- Long-term deposits (iv)	195,000,000,000	195,000,000,000	-	165,367,200,000	165,367,200,000	-
<b>Investments in other entities</b>	<b>578,545,450,000</b>	<b>592,868,079,799</b>	-	<b>478,545,450,000</b>	<b>493,586,288,561</b>	-
- PVI Opportunity Investment Fund (v)	304,545,450,000	315,500,061,094	-	204,545,450,000	218,193,764,579	-
- PVI Infrastructure Investment Fund (vi)	274,000,000,000	277,368,018,705	-	274,000,000,000	275,392,523,982	-

- (i) Represent term deposits at domestic commercial joint-stock banks with the original term of more than 3 months and remaining term of 12 months or less from the reporting date.
- (ii) Represent entrusted bond investments in PVI Asset Management Joint Stock Company with entrusted term of 12 months.
- (iii) Represent an investment in Military Joint Stock Commercial Bank's bonds with term of 05 year and maturity date on 18 October 2023.
- (iv) Represent term deposits at domestic commercial joint-stock banks with the remaining term of more than 12 months from the reporting date.
- (v) Represent the capital investment in PVI Opportunity Investment Fund ("POF") accounting for 15.23% of total charter capital of POF.
- (vi) Represent the capital investment in PVI Infrastructure Investment Fund ("PIF") accounting for 18.27% of total charter capital of PIF.

6. TRADE ACCOUNTS RECEIVABLE

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Receivables of insurance contracts	459,264,548,182	358,615,337,133
- Receivables regarding inward reinsurance	299,327,370,643	182,233,019,129
- Receivables regarding outward reinsurance	159,937,177,539	176,382,318,004
Accrued interest from financial investments	40,746,097,094	62,179,844,620
	<u>500,010,645,276</u>	<u>420,795,181,753</u>

*In which:*

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Domestic receivables	417,475,383,003	333,451,825,537
Overseas receivables	82,535,262,273	87,343,356,216
	<u>500,010,645,276</u>	<u>420,795,181,753</u>

*Receivables from related parties (Note 27):*

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
PVI Insurance Corporation	143,025,240,686	137,063,022,034
PVI Infrastructure Investment Fund	-	18,632,000,000
Hannover Re	166,961,545	364,101,710
Hannover Re - Malaysia Branch	550,302,782	162,381,422
	<u>143,742,505,013</u>	<u>156,221,505,166</u>

7. PROVISION FOR SHORT-TERM DOUBTFUL DEBTS

	<u>Closing balance</u>			<u>Opening balance</u>		
	Cost	Recoverable value	Provision	Cost	Recoverable value	Provision
	VND	VND	VND	VND	VND	VND
Total value of receivables and loans overdue or not overdue but impaired	9,697,900,394	3,222,871,181	6,475,029,213	6,355,467,178	1,653,204,146	4,702,263,032
- Military Insurance Joint Stock Corporation	6,265,786,694	1,649,114,723	4,616,671,971	4,419,289,435	788,300,534	3,630,988,901
- Trust Re Malaysia	807,604,220	433,393,951	374,210,269	-	-	-
- Vietnam National Aviation Insurance Corporation	557,250,130	288,865,875	268,384,255	-	-	-
- VASS Assurance Corporation	501,213,626	150,519,285	350,694,341	500,588,331	204,374,397	296,213,934
- Emirate Re	326,800,524	163,400,262	163,400,262	-	-	-
- QBE Insurance Company LTD	198,607,899	139,025,529	59,582,370	-	-	-
- AON Re Asia	194,129,901	2,426,396	191,703,505	227,919,243	11,191,633	216,727,610
- Miller (Labuan) Malaysia	181,714,103	105,988,241	75,725,862	486,292,306	312,240,803	174,051,503
- Sai Gon - Ha Noi Insurance Corporation	-	-	-	210,715,503	113,103,261	97,612,242
- Tokio Marine Kiln Singapore Pte Limited	-	-	-	161,611,971	113,128,380	48,483,591
- Others	664,793,297	290,136,919	374,656,378	349,050,389	110,865,138	238,185,251

Recoverable value is measured at cost less provision for doubtful debts.

8. PREPAID EXPENSES

	Closing balance	Opening balance
	VND	VND
<b>a) Short-term</b>	<b>371,883,394,432</b>	<b>203,296,046,069</b>
- Unallocated commission expenses	371,763,891,853	203,013,143,158
Opening balance	203,013,143,158	197,814,338,064
Unallocated commission expenses incurred in the year	757,029,706,586	419,935,811,074
Commission expenses allocated in the year	(588,278,957,891)	(414,737,005,980)
Closing balance	371,763,891,853	203,013,143,158
- Cost of tools and supplies issued for consumption	44,683,636	109,953,682
- Other short-term prepaid expenses	74,818,943	172,949,229
<b>b) Long-term</b>	<b>30,432,612,127</b>	<b>22,047,860,360</b>
- Office rental and service charges of PVI Tower	26,748,024,219	21,593,698,328
- Other long-term prepaid expenses	3,684,587,908	454,162,032
	<b>402,316,006,559</b>	<b>225,343,906,429</b>

9. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Motor vehicles	Office equipment	Total
	VND	VND	VND
<b>COST</b>			
Opening balance	-	6,299,939,385	6,299,939,385
Additions	2,688,880,000	759,846,308	3,448,726,308
- New purchases	2,688,880,000	759,846,308	3,448,726,308
Closing balance	<b>2,688,880,000</b>	<b>7,059,785,693</b>	<b>9,748,665,693</b>
<b>ACCUMULATED DEPRECIATION</b>			
Opening balance	-	5,946,509,250	5,946,509,250
Charge for the year	110,501,916	293,405,816	403,907,732
Closing balance	<b>110,501,916</b>	<b>6,239,915,066</b>	<b>6,350,416,982</b>
<b>NET BOOK VALUE</b>			
Opening balance	-	353,430,135	353,430,135
Closing balance	<b>2,578,378,084</b>	<b>819,870,627</b>	<b>3,398,248,711</b>

The cost of the Corporation's tangible fixed assets includes VND 5,946,131,385 of assets which have been fully depreciated but are still in use as at 31 December 2022 (as at 31 December 2021: VND 5,032,271,385).

10. INCREASES, DECREASES IN INTANGIBLE ASSETS

	<u>Computer software</u>
	<u>VND</u>
<b>COST</b>	
Opening balance	23,908,313,000
Additions	838,953,000
- <i>New purchases</i>	838,953,000
<b>Closing balance</b>	<b>24,747,266,000</b>
<b>ACCUMULATED AMORTISATION</b>	
Opening balance	23,582,671,901
Charge for the year	318,641,417
<b>Closing balance</b>	<b>23,901,313,318</b>
<b>NET BOOK VALUE</b>	
Opening balance	<b>325,641,099</b>
<b>Closing balance</b>	<b>845,952,682</b>

The cost of the Corporation's intangible assets includes VND 23,375,313,000 of assets which have been fully amortised but are still in use as at 31 December 2022 (as at 31 December 2021: VND 23,375,313,000).

11. TRADE ACCOUNTS PAYABLE

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Payables regarding insurance contracts	585,093,899,382	597,251,931,058
- <i>Payables regarding outward reinsurance premium</i>	393,699,552,632	284,043,656,198
- <i>Payables regarding claim compensation</i>	137,748,627,968	261,489,184,624
- <i>Other payables</i>	53,645,718,782	51,719,090,236
Other trade accounts payable	29,553,338,485	35,726,301,239
	<b>614,647,237,867</b>	<b>632,978,232,297</b>

*Including:*

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Domestic payables	445,193,707,586	464,562,760,293
Overseas payables	169,453,530,281	168,415,472,004
	<b>614,647,237,867</b>	<b>632,978,232,297</b>

*Trade payables to related parties (Note 27):*

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
PVI Insurance Corporation	124,718,824,948	297,702,188,714
Hannover Re	1,011,546,480	1,564,436,720
Hannover Re - Malaysia Branch	19,974,545	315,505,082
	<b>125,750,345,973</b>	<b>299,582,130,516</b>



12. TAXES AND OTHER PAYABLES TO THE STATE BUDGET

	Opening balance	In the year		Closing balance
		Payable	Paid	
	VND	VND	VND	VND
Value added tax on goods and services	134,555,644	875,345,459	969,106,585	40,794,518
Corporate income tax	13,775,516,172	37,620,184,834	36,258,561,180	15,137,139,826
- Previous years	13,775,516,172	-	13,775,516,172	-
- Year 2022	-	37,620,184,834	22,483,045,008	15,137,139,826
Personal income tax	2,738,299,877	11,486,155,865	11,548,437,638	2,676,018,104
Withholding tax	153,206,177	1,274,487,155	1,171,294,065	256,399,267
Business license tax	-	3,000,000	3,000,000	-
	<b>16,801,577,870</b>	<b>51,259,173,313</b>	<b>49,950,399,468</b>	<b>18,110,351,715</b>

13. OTHER CURRENT PAYABLES

	Closing balance	Opening balance
	VND	VND
Unearned commission income	127,944,214,714	96,489,804,916
- Opening balance	96,489,804,916	113,730,285,108
- Unearned commission income incurred in the year	277,533,361,018	205,193,664,403
- Commission income allocated in the year	(246,078,951,220)	(222,434,144,595)
- Closing balance	127,944,214,714	96,489,804,916
Other current payables	602,073,138,194	4,372,295,710
- Trade union fee, social insurance, health insurance, unemployment insurance	1,331,220,349	846,996,390
- - Receive advance on share issuance (i)	588,487,320,000	-
- Payable for office renovation	1,501,631,274	-
- Payable to PVI Holdings for office expansion rental and other service costs	1,932,132,356	1,237,910,883
- Other payables	8,820,834,215	2,287,388,437
	<b>730,017,352,908</b>	<b>100,862,100,626</b>

- (i) Represents the amount paid by PVI Holdings - the parent company to the escrow account to receive capital contribution at Southeast Asia Commercial Joint Stock Bank - Dai An branch to buy shares to increase capital of the Corporation according to the Certificate of Registration for the Public Offering No. 343/GCN-UBCK dated 02 December 2022 issued by the Chairman of the State Securities Commission. Time to receive purchase registration is from 23 December 2022 to 12 January 2023. At the date of these financial statements, the Corporation is finalizing the procedures for the issuance of additional shares.

**Other payables to related parties (Note 27):**

	Closing balance	Opening balance
	VND	VND
PVI Holdings	590,223,464,852	1,222,140,376
PVI Asset Management Joint Stock Company	45,880,791	63,636,363
	<b>590,269,345,643</b>	<b>1,285,776,739</b>

14. UNDERWRITING RESERVES

Claim reserve and unearned premium reserve	Closing balance		
	Inward reinsurance reserve	Outward reinsurance reserve	Net inward reinsurance reserve
	VND	VND	VND
1. Claim reserve	2,291,366,751,963	1,749,255,012,278	542,111,739,685
<i>Reserve for unsettled claims</i>	<i>2,169,159,562,772</i>	<i>1,686,676,483,358</i>	<i>482,483,079,414</i>
<i>Reserve for losses incurred but not reported</i>	<i>122,207,189,191</i>	<i>62,578,528,920</i>	<i>59,628,660,271</i>
2. Unearned premium reserve	1,187,085,767,903	579,276,826,818	607,808,941,085
	<b>3,478,452,519,866</b>	<b>2,328,531,839,096</b>	<b>1,149,920,680,770</b>

In detail:

Claim reserve	Closing balance		
	Inward reinsurance claim reserve	Outward reinsurance claim reserve	Net inward reinsurance claim reserve
	VND	VND	VND
Opening balance	2,433,029,015,249	1,920,162,906,765	512,866,108,484
(Decrease)/Increase in the year	(141,662,263,286)	(170,907,894,487)	29,245,631,201
Closing balance	<b>2,291,366,751,963</b>	<b>1,749,255,012,278</b>	<b>542,111,739,685</b>

Unearned premium reserve	Closing balance		
	Unearned inward reinsurance premium reserve	Unearned outward reinsurance premium reserve	Net unearned inward premium reinsurance reserve
	VND	VND	VND
Opening balance	796,219,120,133	455,434,180,580	340,784,939,553
Increase in the year	390,866,647,770	123,842,646,238	267,024,001,532
Closing balance	<b>1,187,085,767,903</b>	<b>579,276,826,818</b>	<b>607,808,941,085</b>

Catastrophe reserve	Current year	Prior year
	VND	VND
Opening balance	125,312,974,367	105,590,899,255
Increase in the year	35,777,195,967	19,722,075,112
Closing balance	<b>161,090,170,334</b>	<b>125,312,974,367</b>

15. OWNERS' EQUITY

	Owners' contributed capital	Compulsory reserve fund	Retained earnings	Total
	VND	VND	VND	VND
<b>Prior year's opening balance</b>	<b>728,000,000,000</b>	<b>46,954,054,449</b>	<b>167,799,486,957</b>	<b>942,753,541,406</b>
Profit for the year	-	-	145,780,678,146	145,780,678,146
Allocated to compulsory reserve fund	-	7,412,254,338	(7,412,254,338)	-
Dividends declared	-	-	(182,000,000,000)	(182,000,000,000)
Allocated to other funds	-	-	(11,692,019,907)	(11,692,019,907)
<b>Current year's opening balance</b>	<b>728,000,000,000</b>	<b>54,366,308,787</b>	<b>112,475,890,858</b>	<b>894,842,199,645</b>
Profit for the year	-	-	152,660,671,391	152,660,671,391
Allocated to compulsory reserve fund (i)	-	7,565,409,521	(7,565,409,521)	-
Dividends declared (ii)	-	-	(116,480,000,000)	(116,480,000,000)
Allocated to other funds (iii)	-	-	(7,289,033,906)	(7,289,033,906)
<b>Current year's closing balance</b>	<b>728,000,000,000</b>	<b>61,931,718,308</b>	<b>133,802,118,822</b>	<b>923,733,837,130</b>

- (i) Compulsory reserve fund is allocated from profit after tax at the rate of 5% until its balance is equal to 10% of the charter capital as stipulated in Article 77, Decree No. 73/2016/ND-CP dated 01 July 2016 issued by the Government.
- (ii) Dividends distribution to shareholders include:
- The 2<sup>nd</sup> dividend advance of 2021 is made according to Resolution No. 25/NQ-PVIRE dated 06 June 2022 of the Board of Directors with the amount of VND 50,960,000,000; equivalent to 7% of charter capital. The last registration date to close the list of shareholders entitled to dividends is 20 June 2022.
  - The 1<sup>st</sup> dividend advance of 2022 is made according to Resolution No. 45/NQ-PVIRE dated 24 November 2022 of the Board of Directors with the amount of VND 65,520,000,000; equivalent to 9% of charter capital. The last registration date to close the list of shareholders entitled to dividends is 08 December 2022.
- (iii) The Corporation makes allocation to the bonus and welfare funds and the bonus for the Executive Board in accordance with Resolution No. 01/2022/NQ-DHDCD dated 24 June 2022 of the 2022 Annual General Meeting of Shareholders.

Details of owners' contributed capital are as follows:

Shares

	<u>Closing balance</u>	<u>Opening balance</u>
	Share	Share
<b>Numbers of shares registered to issue</b>	<b>72,800,000</b>	<b>72,800,000</b>
Common shares	72,800,000	72,800,000
<b>Numbers of shares issued to the public</b>	<b>72,800,000</b>	<b>72,800,000</b>
Common shares	72,800,000	72,800,000
<b>Numbers of outstanding shares</b>	<b>72,800,000</b>	<b>72,800,000</b>
Common shares	72,800,000	72,800,000

A common share has par value of VND 10,000.

**16. INSURANCE PREMIUM**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Inward reinsurance premium	2,444,143,777,316	1,630,119,137,248
<i>Property insurance</i>	691,369,620,078	617,882,931,579
<i>Motor vehicle insurance</i>	445,441,302,556	198,512,457,716
<i>Engineering insurance</i>	349,709,101,422	254,106,946,351
<i>Fire insurance</i>	311,335,695,930	157,740,910,233
<i>Hull and P&amp;I insurance</i>	186,554,957,760	165,316,378,527
<i>Health and personal accident insurance</i>	173,750,313,633	13,347,878,587
<i>Cargo insurance</i>	162,720,197,935	126,223,244,330
<i>Energy insurance</i>	18,842,774,808	38,571,337,934
<i>Aviation insurance</i>	74,931,116	(971,356,797)
<i>Other insurance</i>	104,344,882,078	59,388,408,788
(Increase) in unearned premium reserve for inward reinsurance	(390,866,647,770)	(59,607,786,006)
	<u>2,053,277,129,546</u>	<u>1,570,511,351,242</u>

**17. OUTWARD REINSURANCE PREMIUM**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Total outward reinsurance premium	1,251,570,578,399	972,716,633,517
<i>Property insurance</i>	453,244,665,804	411,326,360,519
<i>Motor vehicle insurance</i>	3,179,503,841	3,237,053,092
<i>Engineering insurance</i>	195,888,644,496	147,532,381,877
<i>Fire insurance</i>	306,593,094,806	155,710,312,576
<i>Hull and P&amp;I insurance</i>	128,134,896,225	106,468,692,835
<i>Health and personal accident insurance</i>	1,246,114,377	996,744,139
<i>Cargo insurance</i>	105,088,992,435	92,611,267,290
<i>Energy insurance</i>	19,664,670,822	42,049,641,346
<i>Aviation insurance</i>	-	(4,667,515)
<i>Other insurance</i>	38,529,995,593	12,788,847,358
(Increase) in unearned premium reserve for outward reinsurance	(123,842,646,238)	(12,018,981,317)
	<u>1,127,727,932,161</u>	<u>960,697,652,200</u>

18. TOTAL INSURANCE CLAIM SETTLEMENT EXPENSES

	Current year	Prior year
	VND	VND
Claim settlement expenses	937,436,986,841	825,525,728,022
<i>Property insurance</i>	346,134,419,302	258,851,026,227
<i>Motor vehicle insurance</i>	178,600,883,739	52,934,709,084
<i>Engineering insurance</i>	55,896,068,104	57,830,934,994
<i>Fire insurance</i>	98,813,659,058	52,697,399,716
<i>Hull and P&amp;I insurance</i>	161,567,716,601	165,783,009,860
<i>Health and personal accident insurance</i>	31,902,178,019	1,116,115,201
<i>Cargo insurance</i>	12,302,169,847	120,022,831,855
<i>Energy insurance</i>	42,345,107,963	102,342,752,477
<i>Aviation insurance</i>	5,961,091	3,176,690,628
<i>Other insurance</i>	9,868,823,117	10,770,257,980
Claim receipts from ceded policies	(560,436,291,722)	(625,948,058,350)
(Decrease)/Increase in inward reinsurance claim reserve	(141,662,263,286)	365,751,475,406
Decrease/(Increase) in outward reinsurance claim reserve	170,907,894,487	(317,672,585,707)
	<b>406,246,326,320</b>	<b>247,656,559,371</b>

19. OTHER EXPENSES FOR INSURANCE ACTIVITIES

	Current year	Prior year
	VND	VND
Commission for inward reinsurance	588,278,957,891	414,737,005,980
Inward reinsurance broker expenses	5,923,880,255	6,437,112,518
Other inward reinsurance expenses	21,152,331,743	16,052,392,549
Other reinsurance expenses	60,947,901,596	52,812,411,803
Including:		
<i>Labour expenses</i>	26,853,150,446	28,033,097,011
<i>Reversal of previous year's employee expenses (i)</i>	(5,177,666,906)	-
<i>Office equipment expenses</i>	927,364,843	312,725,665
<i>Outsourcing expenses</i>	4,582,980,641	1,771,123,143
<i>Other expenses</i>	33,762,072,572	22,695,465,984
	<b>676,303,071,485</b>	<b>490,038,922,850</b>

(i) Adjustment to decrease the supplementary salary fund in 2021 with the amount of VND 10.4 billion according to the Minutes No. 01/BB-HDQT of the Board of Directors of PVI Reinsurance Joint-Stock Corporation dated 31 March 2022. In which, VND 9.3 billion was reversed for expenses for sales staff salaries and administrative staff salaries and VND 1 billion was reversed for financial expenses.

20. FINANCIAL INCOME

	Current year	Prior year
	VND	VND
Interest income	94,482,777,317	94,539,282,606
Foreign exchange gain	30,967,420,129	23,296,191,511
Dividends and profits received	58,131,490,285	37,041,090,500
	<b>183,581,687,731</b>	<b>154,876,564,617</b>

21. FINANCIAL EXPENSES

	Current year	Prior year
	VND	VND
Foreign exchange losses	28,865,402,436	19,043,720,226
Cost of financial investment management	6,899,063,716	7,479,071,203
Interest expenses	2,755,126,661	-
Cost of investment consulting services	251,529,690	636,363,636
	<b>38,771,122,503</b>	<b>27,159,155,065</b>

22. GENERAL AND ADMINISTRATION EXPENSES

	Current year	Prior year
	VND	VND
Labour	23,304,543,163	24,980,969,597
Reversal of previous year's employee expenses (i)	(5,245,015,351)	-
Office equipment expenses	1,322,406,614	1,366,519,931
Depreciation and amortisation	589,006,126	1,174,864,990
Taxes, fees and charges	4,362,781,752	3,566,636,101
Provision made/(reversed)	1,595,489,563	(744,052,405)
Out-sourced services	7,404,517,552	6,360,224,280
Other expenses	2,297,564,639	2,369,410,405
	<b>35,631,294,058</b>	<b>39,074,572,899</b>

(i) Adjustment to decrease the supplementary salary fund in 2021 with the amount of VND 10.4 billion according to the Minutes No. 01/BB-HDQT of the Board of Directors of PVI Reinsurance Joint-Stock Corporation dated 31 March 2022. In which, VND 9.3 billion was reversed for expenses for sales staff salaries and administrative staff salaries and VND 1 billion was reversed for financial expenses.

23. OPERATION COST BY NATURE

	Current year	Prior year
	VND	VND
Claim expenses	406,246,326,320	247,656,559,371
Increase in catastrophe reserve	35,777,195,967	19,722,075,112
Commission expense for inward reinsurance	588,278,957,891	414,737,005,980
Inward reinsurance brokerage expenses	5,923,880,255	6,437,112,518
Other inward reinsurance expenses	21,152,331,743	16,052,392,549
Labour	50,157,693,609	53,014,066,608
Reversal of previous year's employee expenses (i)	(10,422,682,257)	-
Depreciation and amortisation	589,006,126	1,174,864,990
Out-sourced services	11,987,498,193	8,131,347,423
Provision made/(reversed)	1,595,489,563	(744,052,405)
Office equipment expenses	2,249,771,457	1,679,245,596
Other expenses	40,422,418,963	28,631,512,490
	<b>1,153,957,887,830</b>	<b>796,492,130,232</b>

(i) Adjustment to decrease the supplementary salary fund in 2021 with the amount of VND 10.4 billion according to the Minutes No. 01/BB-HDQT of the Board of Directors of PVI Reinsurance Joint-Stock Corporation dated 31 March 2022. In which, VND 9.3 billion was reversed for expenses for sales staff salaries and administrative staff salaries and VND 1 billion was reversed for financial expenses.

24. CORPORATE INCOME TAX

	Current year	Prior year
	VND	VND
Accounting profit before tax	190,280,856,225	182,599,385,261
Adjustments for taxable profit		
Add:	3,103,954,024	565,521,233
- Remuneration of the Board of Directors and the Board of Control	415,694,805	184,700,759
- Foreign exchange (loss)/gain arising from the revaluation of assets denominated in foreign currencies	(2,498,550,900)	-
- Other non-deductible expenses	5,186,810,119	380,820,474
Less:	(5,283,886,078)	928,629,081
- Non-taxable profit (Dividend received from PVI Opportunity Investment Fund and PVI Infrastructure Investment Fund on which Corporate income tax has already been paid)	(6,333,695,359)	(1,235,779,530)
- Unrealised exchange rate (gain)/loss of prior year realised in current year	1,049,809,281	2,464,408,611
- Other non-taxable income	-	(300,000,000)
Taxable profit	188,100,924,171	184,093,535,575
Normal tax rate	20%	20%
Corporate income tax expense based on taxable profit in the current year	37,620,184,834	36,818,707,115
Total current corporate income tax expense	<u>37,620,184,834</u>	<u>36,818,707,115</u>

25. BASIC EARNINGS PER SHARE

	Current year	Prior year
	VND	VND
Profit after corporate income tax	152,660,671,391	145,780,678,146
Profits after tax attributable to shareholders holding common shares	152,660,671,391	145,780,678,146
Less: appropriation to Bonus and welfare funds	(6,564,408,870)	(11,662,454,251)
Earnings for the purpose of calculating basic earnings per share	146,096,262,521	134,118,223,895
Average number of outstanding ordinary shares	72,800,000	72,800,000
Basic earnings per share	2,007	1,842

26. FINANCIAL INSTRUMENTS

Capital risk management

The Corporation manages its capital to ensure that the Corporation will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance.

The capital structure of the Corporation consists of equity of the Corporation (comprising contributed capital, reserves and retained earnings).

Significant accounting policies

Details of the significant accounting policies and methods adopted (including the criteria for recognition, the bases of measurement, and the bases for recognition of income and expenses) for each class of financial asset, financial liabilities and equity instruments are disclosed in Note 03.

**Categories of financial instruments**

	Closing balance		Opening balance	
	Book value	Fair value	Book value	Fair value
	VND	VND	VND	VND
<b>Financial assets</b>				
Cash	601,499,861,209	601,499,861,209	37,995,524,279	37,995,524,279
Trade and other receivables	493,810,913,676	493,810,913,676	416,963,597,712	416,963,597,712
Short-term and long-term financial investments	2,103,017,930,000	2,117,340,559,799	1,963,544,154,499	1,978,584,993,060
<b>Total</b>	<b>3,198,328,704,885</b>	<b>3,212,651,334,684</b>	<b>2,418,503,276,490</b>	<b>2,433,544,115,051</b>
<b>Financial liabilities</b>				
Trade and other payables	1,215,389,155,712	1,215,389,155,712	636,503,531,617	636,503,531,617
<b>Total</b>	<b>1,215,389,155,712</b>	<b>1,215,389,155,712</b>	<b>636,503,531,617</b>	<b>636,503,531,617</b>

The Board of Management of the Corporation has evaluated that the fair value of financial assets and financial liabilities at the year end is equal to their book value, except for the fair value of the investments in PVI Opportunity Investment Fund and PVI Infrastructure Investment Fund as presented in Note 05.

**Financial risk management objectives**

The Corporation has set up risk management system to identify and assess the risks exposed by the Corporation and designed control policies and procedures to manage those risks at an acceptable level. Risk management system is reviewed on a regular basis to reflect changes in market conditions and the Corporation's operations.

Financial risks include reinsurance risk, market risk (including foreign currency risk), credit risk and liquidity risk.

**Reinsurance risk**

A risk arising from any reinsurance contract is the possibility of failure to make an accurate assessment on risk levels of insurance subjects and on loss levels under reinsurance liability. The risk assessment on reinsurance acceptance and losses under the reinsurers' obligations is restricted by quality, timeliness and completeness of information investigated and provided by clients, cedants, and other partners in reinsurance activities. The Corporation manages such risks by applying the inward reinsurance strategy, setting up an appropriate rate of retained premium for each inward reinsurance type, arranging outward reinsurance activities reasonably, and actively providing compensations.

**Market risk**

The Corporation's activities expose it primarily to the financial risks of changes in foreign currency exchange rates. The Corporation does not hedge these risk exposures due to limited liquidity of the market to purchase such financial instruments.

*Foreign currency risk management*

The Corporation undertakes certain transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise.



The carrying amounts of the Corporation's foreign currency denominated monetary assets and monetary liabilities at the end of the year are as follows:

	Assets (VND equivalent)		Liabilities (VND equivalent)	
	Closing balance	Opening balance	Closing balance	Opening balance
United States Dollar (USD)	213,233,747,689	207,390,987,690	239,506,122,568	335,087,084,868
Euro (EUR)	28,869,755,047	27,258,335,724	29,831,635,357	38,491,502,354
South Korean Won (KRW)	4,226,218,177	6,919,699,256	5,393,698,071	12,297,471,086
Indian Rupee (INR)	85,611,365	571,535,012	600,169,078	2,386,245,038
Others	6,339,300,173	3,713,303,963	5,056,601,775	3,729,433,923

*Foreign currency sensitivity analysis*

The Corporation is mainly exposed to United States Dollar, South Korean Won and Euro.

The following table details the Corporation's sensitivity to a 2% increase and decrease in Vietnam Dong against the relevant foreign currencies. 2% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the year end for a 2% change in foreign currency rates. For a 2% increase/(decrease) in the following foreign currencies against Vietnam Dong, the profit before tax in the year would (decrease)/increase by respective amounts as follows:

Currencies	Current year	Prior year
	VND	VND
United States Dollar (USD)	(525,447,498)	(2,553,021,944)
South Korean Won (KRW)	(23,349,598)	(107,555,437)
Euro (EUR)	(19,237,606)	(224,663,333)

**Credit risk**

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Corporation. The Corporation has a credit policy in place and the exposure to credit risk is monitored on an on-going basis. The Corporation business operation is reinsurance, accordingly, the Corporation is mainly exposed to credit risks from clients operating in direct insurance business.

**Liquidity risk management**

The purpose of liquidity risk management is to ensure the availability of funds to meet present and future financial obligations. Liquidity is also managed by ensuring that the excess of maturing liabilities over maturing assets in any year is kept to manageable levels relative to the amount of funds that the Corporation believes can generate within that year. The Corporation's policy is to regularly monitor current and expected liquidity requirements to ensure that the Corporation maintains sufficient reserves of cash and adequate committed funding from its owners to meet its liquidity requirements in the short and longer terms.

The following tables detail the Corporation's remaining contractual maturity for its non-derivative financial assets and financial liabilities with agreed repayment years. The tables have been drawn up based on the undiscounted cash flows and undiscounted cash flows of financial asset liabilities based on the earliest date on which the Corporation can be required to pay. The inclusion of information on non-derivative financial assets is necessary in order to understand the Corporation's liquidity risk management as the liquidity is managed on a net asset and liability basis.

	Less than one year	From 1 - 5 years	Total
	VND	VND	VND
<b>Closing balance</b>			
Cash	601,499,861,209	-	601,499,861,209
Trade and other receivables	493,810,913,676	-	493,810,913,676
Short-term and long-term financial investments	1,329,472,480,000	773,545,450,000	2,103,017,930,000
<b>Total</b>	<b>2,424,783,254,885</b>	<b>773,545,450,000</b>	<b>3,198,328,704,885</b>
Trade and other payables	1,215,389,155,712	-	1,215,389,155,712
<b>Total</b>	<b>1,215,389,155,712</b>	<b>-</b>	<b>1,215,389,155,712</b>
<b>Net liquidity gap</b>	<b>1,209,394,099,173</b>	<b>773,545,450,000</b>	<b>1,982,939,549,173</b>
	Less than one year	From 1 - 5 years	Total
	VND	VND	VND
<b>Opening balance</b>			
Cash	37,995,524,279	-	37,995,524,279
Trade and other receivables	416,963,597,712	-	416,963,597,712
Short-term and long-term financial investments	1,219,628,504,499	743,915,650,000	1,963,544,154,499
<b>Total</b>	<b>1,674,587,626,490</b>	<b>743,915,650,000</b>	<b>2,418,503,276,490</b>
Trade and other payables	636,503,531,617	-	636,503,531,617
<b>Total</b>	<b>636,503,531,617</b>	<b>-</b>	<b>636,503,531,617</b>
<b>Net liquidity gap</b>	<b>1,038,084,094,873</b>	<b>743,915,650,000</b>	<b>1,781,999,744,873</b>

The Board of Management assessed the liquidity risk at low level and believes that the Corporation will be able to generate sufficient funds to meet its financial obligations as and when they fall due.

**27. RELATED PARTY TRANSACTIONS AND BALANCES**

*List of related parties with significant transactions and balances for the year:*

<u>Related parties</u>	<u>Relationship</u>
PVI Holdings	Parent company
PVI Insurance Corporation	Fellow subsidiary
PVI Asset Management Joint Stock Company	Fellow subsidiary
PVI Opportunity Investment Fund	Fellow subsidiary
PVI Infrastructure Investment Fund	Fellow subsidiary
Hannover Re	In the same Corporation with shareholder of Holding company
Hannover Re – Malaysia Branch	In the same Corporation with shareholder of Holding company
Hannover Rück SE – Malaysia Branch	In the same Corporation with shareholder of Holding company
HDI-Gerling Industrie, Versicherung AG	In the same Corporation with shareholder of Holding company

*The Corporation's significant related party transactions in the year are as follows:*

	Current year VND	Prior year VND
<b>PVI Holdings</b>		
Office rental and services charges	4,149,185,261	2,871,258,324
Dividend paid	85,158,528,000	133,067,062,500
Receive advance on share issuance	588,487,320,000	-
<b>PVI Insurance Corporation</b>		
Inward reinsurance premium	1,441,199,793,552	988,798,492,953
Commission and other expenses for inward reinsurance	332,379,884,017	268,519,011,301
Transfer of outward reinsurance premium	176,025,581,149	190,350,744,554
Refunded outward reinsurance premium	-	2,332,759,859
Commission and other income from outward reinsurance	52,158,700,157	53,227,913,204
Claim receipt from ceded policies	66,779,806,805	81,052,711,192
Claim settlement expenses for inward reinsurance	676,255,260,670	642,767,538,855
<b>PVI Asset Management Joint Stock Company</b>		
Investment consultant fees	251,529,690	636,363,636
<b>PVI Opportunity Investment Fund</b>		
Capital contributed	100,000,000,000	-
Dividend received	34,814,090,285	18,409,090,500
<b>PVI Infrastructure Investment Fund</b>		
Dividend received	23,317,400,000	18,632,000,000
<b>Hannover Re - Malaysia Branch</b>		
Transfer of outward reinsurance premium	1,061,265,156	1,013,870,674
Claim receipts from ceded policies	867,175,709	2,262,151,077
Commission income from outward reinsurance	(6,292,083)	(14,777,687)
Other income from outward reinsurance	345,503	1,233,194
<b>Hannover Re</b>		
Inward reinsurance premium	15,231,878,955	21,396,619,724
Transfer of outward reinsurance premium	47,792,358	(168,199,255)
Claim settlement expenses for inward reinsurance	2,913,281,729	4,126,319,730
Claim receipts from ceded policies	85,809,694	35,998,757
Commission income from outward reinsurance	16,966,277	(59,710,572)

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*Significant related party balances as at the balance sheet date are as follows:*

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>PVI Holdings</b>		
Other receivables	-	31,149,532
Other payables	590,223,464,852	1,222,140,376
<b>PVI Insurance Corporation</b>		
Receivables of insurance contracts	143,025,240,686	137,063,022,034
Payables of insurance contracts	124,718,824,948	297,702,188,714
<b>PVI Asset Management Joint Stock Company</b>		
Other receivables	2,027,134,718	-
Other payables	45,880,791	63,636,363
<b>PVI Opportunity Investment Fund</b>		
Capital investment	304,545,450,000	204,545,450,000
<b>PVI Infrastructure Investment Fund</b>		
Capital investment	274,000,000,000	274,000,000,000
Receivables of dividends declared	-	18,632,000,000
<b>Hannover Re</b>		
Receivables of insurance contracts	166,961,545	364,101,710
Payables of insurance contracts	1,011,546,480	1,564,436,720
<b>Hannover Re - Malaysia Branch</b>		
Receivables of insurance contracts	550,302,782	162,381,422
Payables of insurance contracts	19,974,545	315,505,082

**Remuneration of the Boards of Directors and Management**

Remuneration of the members of the Board of Directors and the salary of the Board of Management received during the year are as follows:

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
<b>Board of Directors</b>		
Mr. Vu Van Thang	569,783,500	578,298,811
Mr. Trinh Van Luong	108,000,000	63,857,143
Mr. Phung Tuan Kien	47,308,442	-
Mr. Tran Duy Cuong	46,285,714	5,785,714
Mr. Nguyen Anh Tuan	34,077,273	192,759,457
Mr. Duong Thanh Francois	29,045,455	-
Mr. Nguyen Phuc Anh	14,522,727	-
Mr. Truong Minh Duc	2,314,286	26,614,286
Mr. Nguyen Anh Vu	-	13,371,429
Mr. Lam Nhat Son	-	13,371,429
Mr. Alexander Nicolai Neumann	-	13,371,429
<b>Board of Management</b>		
Mr. Trinh Anh Tuan	1,721,242,289	1,299,234,167
Ms. Le Thi Thuy	1,170,528,489	878,989,067
Mr. Nguyen Hong Long	1,137,709,989	851,318,567
Mr. Nguyen Anh Hung	688,691,911	-
Mr. Ngo Thanh Hai	944,936,799	705,299,067
Mr. Phan Trinh Quoc Kien	280,937,468	698,471,037
	<u>6,795,384,341</u>	<u>5,340,741,603</u>

Additional salary of the members of Board of Directors and Board of Management in the year are as follows:

	Current year VND	Prior year VND
<b>Board of Directors</b>		
Mr. Vu Van Thang	941,065,632	231,760,000
Mr. Nguyen Anh Tuan	-	408,595,108
<b>Board of Management</b>		
Mr. Trinh Anh Tuan	1,164,768,676	2,220,075,000
Ms. Le Thi Thuy	803,502,870	1,255,150,000
Mr. Nguyen Hong Long	745,528,750	1,238,575,000
Mr. Nguyen Anh Hung	488,686,295	-
Mr. Ngo Thanh Hai	605,930,900	742,950,000
Mr. Phan Trinh Quoc Kien	129,062,746	775,450,000
	<b>4,878,545,868</b>	<b>6,872,555,108</b>

**28. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION**

	VND	VND
Additional capital contribution to PVI Infrastructure Investment Fund by transfer of term deposits	-	170,000,000,000
Additional capital contribution to PVI Opportunity Investment Fund by transfer of term deposits	100,000,000,000	-

**29. SUMMARY OF CLAIMS**

Year of losses	2018 VND	2019 VND	2020 VND	2021 VND	2022 VND	Total VND
<b>Accumulated claim reserve amount</b>						
At the end of the year of losses	366,870,411,602	298,794,437,187	298,508,704,931	1,063,906,787,030	467,348,114,322	467,348,114,322
After 1 year	751,265,014,622	666,634,624,206	570,673,702,662	1,429,488,350,800	-	1,429,488,350,800
After 2 years	863,547,940,661	688,811,349,752	654,720,851,469	-	-	654,720,851,469
After 3 years	794,021,698,615	710,303,474,049	-	-	-	710,303,474,049
After 4 years	756,583,097,629	-	-	-	-	756,583,097,629
<b>Claim reserve amount accumulated to the current year (1)</b>	<b>756,583,097,629</b>	<b>710,303,474,049</b>	<b>654,720,851,469</b>	<b>1,429,488,350,800</b>	<b>467,348,114,322</b>	<b>4,018,443,888,269</b>
<b>Accumulated paid claim amount</b>						
At the end of the year of losses	20,812,452,370	37,816,822,787	37,331,936,925	110,009,482,576	106,240,496,911	106,240,496,911
After 1 year	187,685,452,868	330,811,470,517	247,569,522,678	571,321,993,213	-	571,321,993,213
After 2 years	357,890,461,179	482,302,619,676	377,830,377,346	-	-	377,830,377,346
After 3 years	601,890,900,309	580,145,592,765	-	-	-	580,145,592,765
After 4 years	662,114,721,338	-	-	-	-	662,114,721,338
<b>Paid claim amount accumulated to the current year (2)</b>	<b>662,114,721,338</b>	<b>580,145,592,765</b>	<b>377,830,377,346</b>	<b>571,321,993,213</b>	<b>106,240,496,911</b>	<b>2,297,653,181,573</b>
<b>Total outstanding claim reserve (3)=(1)-(2)</b>	<b>94,468,376,291</b>	<b>130,157,881,284</b>	<b>276,890,474,123</b>	<b>858,166,357,587</b>	<b>361,107,617,411</b>	<b>1,720,790,706,696</b>
Outstanding claim reserve for previous years' losses						448,368,856,076
<b>Total outstanding claim reserve at the year-end</b>						<b>2,169,159,562,772</b>

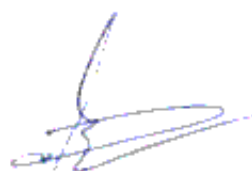
**30. BUSINESS AND GEOGRAPHICAL SEGMENTS**

The principal activities of the Corporation are to do business on reinsurance and financial investment. Accordingly, the financial information presented on the Balance sheet as at 31 December 2022 as well as revenues and expenses presented in the Income Statement for the year ended 31 December 2022 and the prior year are related to the principal business activities.

The Corporation does business on reinsurance, Insurance ancillary services and financial investments mainly in the Vietnamese market.

**31. SUBSEQUENT EVENTS**

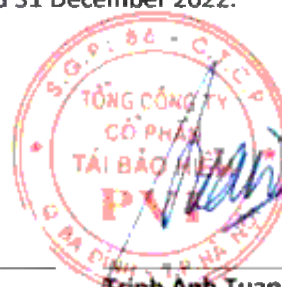
Up to the reporting date, no material events that have occurred after 31 December 2022 could significantly affect the financial position of the Corporation and required adjustments to or disclosures on the financial statements for the year ended 31 December 2022.



**Tran Thi Thuy Nhung**  
Preparer



**Ngo Thanh Hai**  
Chief Accountant



**Trinh Anh Tuan**  
Chief Executive Officer

*Hanoi, 20 February 2023*